

Message Text

UNCLASSIFIED

PAGE 01 ANKARA 04315 050520Z

11

ACTION EUR-25

INFO OCT-01 ISO-00 SP-03 AID-20 EB-11 NSC-07 RSC-01

CIEP-02 TRSE-00 SS-20 STR-08 OMB-01 CEA-02 CIAE-00

COME-00 FRB-02 INR-10 NSAE-00 XMB-07 OPIC-12 LAB-06

SIL-01 AGR-20 PA-04 PRS-01 USIA-15 L-03 SWF-02 DRC-01

SAM-01 /186 W

----- 021902

R 041128Z JUN 74

FM AMEMBASSY ANKARA

TO SECSTATE WASHDC 4413

INFO AMCONSUL ADANA

AMCONSUL ISTANBUL

AMCONSUL IZMIR

USMISSION OECD PARIS

USMISSION EC BRUSSELS

UNCLAS ANKARA 4315

E.O. 11652: N/A

TAGS: EGEN, TU

SUBJECT: GOVERNMENT INCREASES WHEAT PRICES

REF: ANKARA 1435

1. GAZETTED DECREE 7/8342 OF MAY 31 INCREASED MINIMUM
SUPPORT PRICES FOR WHEAT AND SMALL GRAINS FOR 1974/1975 HARVEST
SEASON BY 71 TO 84 PERCENT. MOST OF WHEAT USE FOR BREAD
(MAIN STAPLE OF TURKISH DIET) INCREASED BY 71 PERCENT.
GOVERNMENT SUPPORT PRICES AS PROVIDED BY LAW ARE PAID BY
CENTRAL BANK THROUGH SOILD PRODUCT OFFICE. IN FORE-
WARNING OF THESE INCREASES PRIME MINISTER ECEVIT SAID PRICE
OF BREAD WOULD NOT INCREASE.

2. MOST OF WHEAT, HOWEVER, WILL BE PURCHASED BY PRIVATE
MERCHANTS WHO WILL HAVE TO PASS ON HIGHER COSTS TO BAKERS
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 ANKARA 04315 050520Z

UNLESS SOIL PRODUCTS OFFICE ENTERS THBUMARKET IN A MASSIVE WAY

TO SUBSIDIZE FLOUR PRICES. ROUGH CALCULATIONS INDICATE THAT
IF INCREASED PRICE OF WHEAT IS PASSED ON TO CONSUMER COST OF
AVERAGE LOAF OF BREAD WOULD INCREASE ALMOST 25 PERCENT.

3. COMMENT: THIS IS ANOTHER STEP IN LONG SERIES BY GOVERNMENT
TO GIVE TURKISH LOW INCOME EARNERS (FARMERS, WORKERS AND
CIVIL SERVANTS) HIGHER INCOMES. TOBACCO FARMERS AND GROWERS
ALSO WERE GIVEN SIZEABLY HIGHER PRICES BY GOVERNMENT MONOPOLIES.
MOST OF PRICE INCREASES WILL INTENSIFY ALREADY EXISTING STRONG
INFLATIONARY PRESSURES.
SPAIN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: WHEAT, PRICE DATA, PRICE TRENDS, RETAIL PRICES
Control Number: n/a
Copy: SINGLE
Draft Date: 04 JUN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974ANKARA04315
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740142-0445
From: ANKARA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740678/aaaacppi.tel
Line Count: 72
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: ANKARA 1435
Review Action: RELEASED, APPROVED
Review Authority: martinjw
Review Comment: n/a
Review Content Flags:
Review Date: 22 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <22 AUG 2002 by PhilliRO>; APPROVED <08 JAN 2003 by martinjw>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: GOVERNMENT INCREASES WHEAT PRICES
TAGS: EGEN, TU
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005